

AUGUST 11, 1980

THE DIRECTOR OF THE DIVISION OF STATE LANDS TOOK FORMAL ACTION ON AUGUST 11, 1980 AT 10.00 A.M. IN THE STATE LAND OFFICE, ROOM 411, EMPIRE BUILDING, 231 EAST 400 SOUTH, SALT LAKE CITY, UTAH 84111, ON THE BELOW LISTED MINERAL AND SURFACE BUSINESS MATTERS AS INDICATED.

CORRECTION OF DIRECTORS MINUTES -- JULY 14, 1980 *gB*

The following typographical errors have been discovered in the simultaneous mineral lease filing approved on July 14, 1980.

Page 15

MLA 30410, OGH - should be MLA 38410, OGH

Page 20

MLA 38437, Coal - should be MLA 38438, Coal

Upon recommendation of Mr. Blake, the Director approved these corrections

ADOPTION OF NEW ROYALTY SCHEDULE - ML 33315, METALLIFEROUS MINERAL LEASE *gB*

Plateau Resources Ltd., lessee of the above numbered lease, has filed a written request for adoption of the metalliferous minerals royalty schedule adopted by the Land Board on April 9, 1980. Upon recommendation of Mr. Blake, the Director approved the adoption of the new royalty schedule for ML 33315 and the lease to be amended accordingly.

ACCEPTANCE OF STATEWIDE BOND, UNION OIL COMPANY OF CALIFORNIA *gB*

Union Oil Co. of California has submitted Surety Bond #5677888 in the amount of \$25,000.00, with the National Fire Insurance Co. of Hartford, as bond for conducting operations under their State mineral leases, Statewide. The bond appears in order and Upon recommendation of Mr. Blake, the Director approved this Statewide bond.

DIVISION ORDER FOR DUCK CREEK 14-16GR WELL, ML 28930 *WP*

Belco Petroleum Corporation has submitted a division order covering oil production from their Duck Creek 14-16GR well in SE $\frac{1}{4}$ SE $\frac{1}{4}$ Section 16, Township 9 South, Range 20 East, SLM. This well is on lands included in ML 28930.

This division order properly sets out the interests of the State of Utah. Upon recommendation of Mr. Prince, the Director approved this Division Order.

MINERAL LEASE ASSIGNMENTS

INTEREST ASSIGNMENTS - OIL, GAS AND HYDROCARBON LEASES *WP*

Upon recommendation of Mr. Prince, the Director approved the assignment of 18.75% interest in the Oil, Gas and Hydrocarbon leases listed below to Cluff Oil, Inc., 100 West Tenth St., Wilmington, Delaware 19801 by The Taha Corporation. No override.

LEASE OWNERSHIP: Oxford Exploration Co. - 31.25%;
Cram Exploration Corp - 31.25%; The Taha Corporation - 37.50%

ML 35139....T42S, R3E, Sec 2: All, 674.60
ML 35140....T42S, R3E, Sec 36: All, 640.00

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OVERRIDING ROYALTY ASSIGNMENT - OIL, GAS AND HYDROCARBON LEASE *WFB*

Upon recommendation of Mr. Prince, the Director approved the assignment of 1% overriding royalty in the Oil, Gas and Hydrocarbon leases listed below to Chaparral Resources, Inc., 1660 Lincoln Street, Suite 2400, Denver, CO 80264 by Estate of Thomas F. Wheatley. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: Cities Service Co.; Estate of Thomas F. Wheatley - 4% orr

.....ML 31443; ML 31444

TOTAL ASSIGNMENT - METALLIFEROUS MINERALS LEASES *WFB*

Upon recommendation of Mr. Prince, the Director approved the assignment of the Metalliferous Minerals lease listed below to Topaz Associates, 1240 North Lake Shore Drive, Chicago, IL 60610 by Domestic Power Development Company. No override.

LEASE OWNERSHIP: Domestic Power Development Company

ML 32364....T12S, R12W, Sec 36: E $\frac{1}{2}$ E $\frac{1}{2}$, 160.00 Juah

Upon recommendation of Mr. Prince, the Director approved the assignment of the Metalliferous Minerals lease listed below to Western Uranium Inc., 2463 West 1500 North, Vernal, UT 84078 by Jay Slaugh & Dale N. Stevens. No override.

LEASE OWNERSHIP: Jay Slaugh & Dale N. Stevens

ML 31950....T5S, R21E, Sec 24: SW $\frac{1}{4}$, 160.00 Uintah

OVERRIDING ROYALTY ASSIGNMENTS - GEOTHERMAL LEASES *WFB*

Upon recommendation of Mr. Prince, the Director approved the assignment of 1% overriding royalty in the Geothermal Leases listed below to Thermal Exploration company, 907 Ashwood Court, Petaluma, CA 94952 by Amax Exploration, Inc. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: Amax Exploration, Inc.

.....ML 34145, ML 34249, 34297

CORRECTION OF DIRECTORS MINUTES - JULY 14, 1980 *WFB*

The following typographical errors have been discovered in the simultaneous mineral lease filing approved on July 14, 1980.

Page 17

MLA 38423
Acreage reads 640.24 - correct acreage is 670.34

Page 18

MLA 38428
Sections 25 and 26 are placed in T40S, R6W, SLM - correct description for these sections should be T40S, R7W, SLM

Upon recommendation of Mr. Bonner, the Director approved these corrections.

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REQUEST FOR APPROVAL OF THE SAN ARROYO COMMUNITIZATION

EWB

Agreement for the N½ of Section 32, Township 16 South, Range 26 East, SLM.

Tenneco Oil, operator of the drilling unit comprising the N½ of Section 32, Township 16 South, Range 26 East, SLM., containing 320.00 acres, has submitted a request for approval of a communitization agreement covering this land. This agreement correctly shows the interest of the State of Utah in this land. The State leases in this communitization area are ML 27564 containing 280.00 acres with Texoma Production Company and Nicor Exploration Company each with 50 percent working interest, and ML 31281 containing 40.00 acres with Sheridan L. McGarry as lesesee. These leases have been committed to the communitized area.

This agreement is in order, upon recommendation of Mr. Bonner, the Director approved this Communitization Agreement.

RIGHT OF WAY APPROVED

KML

RIGHT OF ENTRY -- R/W NO. 1971

This office is in receipt of a request from Mountain Geophysical Inc., P.O. Box 232, Malad City, Idaho 83252 for permission to conduct a Geophysical seismic survey across the following State lands:

Township 11 North, Range 8 East, SLB&M
Section 16: Rich County

The fee for a seismic survey is \$50.00 per mile @ 1 mile totaling \$50.00, plus a \$20.00 application fee totaling \$70.00; school fund. Upon recommendation of Mr. Higgins, the Director approved this Right of Entry with an expiration date of November 1, 1980.

RIGHT OF WAY

RIGHT OF ENTRY APPROVED - R/W NO. 1966

DS

This office is in receipt of a request from Texaco Inc., Party No. 40, P.O. Box 1557, Cortez, CO 81321 for permission to conduct a seismic survey using vibrators across the following State land:

Township 32 South, Range 6 West, Salt Lake Base & Meridian
Section 2: Iron County

The minimum fee for a seismic survey is \$50.00, plus a \$20.00 application fee totaling \$70.00; school fund. Upon recommendation of Mr. Sandlund, the Director approved this Right of Entry with an expiration date of February 1, 1981.

FOREST PRODUCT PERMITS

DAW

Upon recommendation of Mr. Miles, Field Operations Manager, the Director approved these permits subject to the terms and conditions included in each permit.

F/P # 0175 Harvey Nelson, 4079 West 5085 South, Salt Lake City, Utah
48118
1 Cord Fuel Wood - Aspen and Lodge Pole Pine - Total Cost:
\$5.00

Township 1 South, Range 8 West, USM
Section 29 Duchesne County

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FOREST PRODUCT PERMITS *RAM*

Upon recommendation of Mr. Miles, Field Operations Manager, the Director approved these permits subject to the terms and conditions included in each permit.

F/P # 0176 Ronald K. Neilson, 2809 Gilbert Street, Riverton, Utah 84065
80 Lodgepole posts 8' 5.6" - 8.5", 130 Lodgepole Nails 21'
long 2.6" - 5.5" - Total Cost: \$87.00

Township 1 South, Range 8 West, USM
Section 29 Duchesne County

F/P # 0177 William K. Dinehart, 850 North 1060 East, Lehi, Utah 84043
1 Cord - Firewood - Chained Juniper Lookout Pass - Total
Cost: \$5.00

Township 8 South, Range 7 West, SLBM
Section 23, 24, 25, 26, 35, 36 Tooele County

F/P # 0178 Gilbert Wightman, 1311 West Parkway, Salt Lake City, Utah
84119
Juniper fence posts 30 78' - Total Cost: \$9.00

Township 8. South, Range 7 West. SLM
Section 23, 24, 25, 26, 35, 36 Tooele County

F/P # 0206 Ed Cornett, Box 133, Centerfield, Utah 84622
1 Live Tree - Juniper - Total Cost: \$5.00

Township 18 South, Range 1 West, SLBM
Section 16 Sanpete County

F/P # 0568 Fay R. Lutz, Garden City, Utah 84028
2 Cords Firewood - Lodgepole Pine, subAlpine Fir Aspen -
Total Cost: \$6.00

Township 12 North, Range 4 East, SLBM
Section 2 Cache County

F/P # 0578 Ross Smith, Garden City, Utah 84025
2 Cords Firewood - Lodgepole, subAlpine Aspen - Total Cost:
\$6.00

Township 12 North, Range 4 South, SLBM
Section 2 Cache County

F/P # 0582 Greg Merrill, 605 West Haven Drive, Logan, Utah 84321
3 Cords Firewood - Lodgepole Pine, Aspen, Alpine Fir - Total
Cost: \$9.00

Township 12 North, Range 4 South, SLBM
Section 2 Cache County

F/P # 0583 Marvin Ashliman, Providence, Utah 84321
3 Cords Firewood - Lodgepole Pine, Alpine Fir, Aspen - Total
Cost: \$9.00

Township 12 North, Range 4 East, SLBM
Section 2 Cache County

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FOREST PRODUCT PERMITS

QAM

Upon recommendation of Mr. Miles, Field Operations Manager, the Director approved these permits subject to the terms and conditions included in each permit.

F/P # 0584 Glen Gray, 510 East 200 North, Logan, Utah
4 Cords Firewood Lodgepole Pine, Aspen, Alpine Fir - Total
Cost: \$12.00

 Township 12 North, Range 4 East SLBM
 Section 2 Cache County

F/P # 0585 Ford Wilson, Kaysville, Utah
2 Cords Firewood - Lodgepole Pine, Aspen, SubAlpine Fir -
Total Cost: \$6.00

 Township 12 North, Range 4 East, SLBM
 Section 2 Cache County

F/P # 0586 John Henry Bott III, Box 88, Corinne, Utah 84307
10 Cords Firewood - Lodgepole Pine, Alpine Fir, Aspen - Total
Cost: \$30.00

 Township 12 North, Range 4 East, SLBM
 Section 2 Cache County

F/P # 0751 Gene Hudson, 3407 West 4100 South, Granger, Utah 84119
2 Cords - Juniper Firewood - Total Cost: \$6.00

 Township 8 South, Range 7 West, SLBM
 Section 23, 23,25,35,36 Tooele County

F/P # 0969 Neil Robbins, Moab, Utah 84532
2 Cords - Dead Firewood - Total Cost: \$6.00

 Township 27 South, Range 25 East, SLBM
 Section 17 and 20 San Juan County

F/P # 0970 Gary Zufelt, La Sal, Utah 84530
67 6"-8" Live Aspen Poles - Total Cost: \$20.00

 Township 27 South, Range 25 East, SLBM
 Section 27 San Juan County

F/P # 0971 Jack Foy, Moab, Utah 84532
1 2/3 Cords Dead Firewood - Total Cost: \$5.00

 Township 26 South, Range 25 East, SLBM
 Section 13, 24 Grand County

F/P # 0972 Robert Tilbitte, Moab, Utah 84532
2 Cords - Dead Firewood - Total Cost \$6.00

 Township 26 South, Range 25 East, SLBM
 Section 8 Grand County

F/P # 0973 Glen Thayne, Moab, Utah 84532
2 Cords - Dead Firewood - Total Cost: \$6.00

 Township 26 South, Range 25 East, SLBM
 Section 13 and 24 Grand County

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FOREST PRODUCT PERMITS

AM

Upon recommendation of Mr. Miles, Field Operations Manager, the Director approved these permits subject to the terms and conditions included in each permit.

F/P # 0974 J. E. Tate, P.O. Box 117. LaSal, Utah 84530
2 Cords Dead Firewood - Total Cost: \$6.00

 Township 27 South, Range 25 East, SLBM
 Section 17, 26 San Juan County

F/P # 0975 Ivan Dial, Moab, Utah 84532
1 2/3 Cords Dead Firewood - Total Cost: \$5.00

 Township 26 South, Range 25 East, SLBM
 Section 16, 17 Grande County

F/P # 0976 Harold King, La Sal, Utah 84530
67 6"-8" Live Aspen Poles - Total Cost: \$20.00

 Township 27 South, Range 25 East, SLBM
 Section 27 San Juan County

F/P # 0977 Phil Roy, Moab, Utah 84532
2 Cords Live Oak Firewood - Total Cost: \$8.00

 Township 26 South, Range 25 East, SLBM
 Section 26, 27 Grand County

F/P # 0978 Sidney Cleveland, Moab, Utah 84532
2 Cords Dead Firewood - Total Cost \$6.00

 Township 27 South, Range 25 East, SLBM
 Section 28, 29 San Juan County

F/P # 0979 Ver1 Rose, Cisco, Utah 84515
500 Spruce and Fir Poles 16' - Total Cost: \$125.00

 Township 26 South, Range 25 East, SLBM
 Section 6 and 7 Grand County

F/P # 0980 Roger Christensen, Moab, Utah 84532
1 2/3 Cords Dead Firewood - Total Cost: \$5.00

 Township 26 South, Range 25 East, SLBM
 Section _____ Grand County

F/P # 0981 Ralph Dalton, Moab, Utah 84532
1 2/3 Cords Dead Firewood - Total Cost: \$5.00

 Township 26 South and 27 South, Range 25 East, SLBM
 Section _____ Grand or San Juan County

F/P # 0982 Steven Hansen, La Sal, Utah
2 Cords Dead Firewood and 33 poles 6"-8" Aspen poles 16'
lenghts - Total Cost: \$15.00

 Township 27 South, Range 25 East, SLBM
 Section _____ San Juan County

F/P # 0983 Gary Zutelt, La Sal, Utah 84530
1 2/3 Cords Dead Firewood - Total Cost: \$5.00

 Township 27 South, Range 25 East, SLBM
 Section 27 San Juan County

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FOREST PRODUCT PERMITS *RAM*

Upon recommendation of Mr. Miles, Field Operations Manager, the Director approved these permits subject to the terms and conditions included in each permit.

F/P # 0984 Ralph Ranstetter, La Sal, Utah 84530
3 Cords Dead Firewood - Total Cost: \$9.00

Township 27 South, Range 25 East, SLBM
Section 23 San Juan County

F/P # 0985 Sid Freudiger, Moab, Utah 84532
2 Cords Dead Firewood - Total Cost \$6.00

Township 25 East, Range 27 South, SLBM
Section 23 San Juan County

F/P # 0986 David E. Ross, Moab, Utah 84532
1 2/3 Dead Firewood - Total Cost \$5.00

Township 26 South, Range 25 East, SLBM
Section 8 Grand County

MINERAL LEASES TO BE CANCELLED *JPM*

The following leases are to be cancelled due to non-payment of rental. Certified notices were mailed. Upon recommendation of Mr. Miller, the Director approved the termination of these leases and offering the lands for lease by Simultaneous Bid.

<u>NAME</u>	<u>ACCOUNT NO</u>	<u>TYPE</u>
John D. Adams et al	ML 31581	Coal
John D. Adams et al	ML 31583	Coal
John D. Adams et al	ML 31585	Coal
John D. Adams et al	ML 31798	Coal
John D. Adams et al	ML 31799	Coal

<u>INTEREST RATES</u>	<u>CURRENT WEEK</u> <i>JPM</i>	<u>YEAR AGO</u>
Prime Rate	11%	11 1/2%
Federal Funds	8.68%	7.40%
Discount Rate	10%	9.50%

William K. Dinehart

WILLIAM K. DINEHART, DIRECTOR
DIVISION OF STATE LANDS

Verna A. Petersen

VERNA A. PETERSEN, RECORDS SUPERVISOR

ARCHIVES APPROVAL NO. 7900209